

CORRECTED FISCAL NOTE

SB 1256 - HB 1957

March 13, 2007

SUMMARY OF BILL: Creates a medical school scholarship-loan program for students studying in Tennessee public or private medical schools who agree to practice in Tennessee one year for each year of the scholarship.

ESTIMATED FISCAL IMPACT:

On February 27, 2007, we issued a fiscal note indicating an increase in state expenditures of \$2,444,700 in FY07-08 and \$4,889,400 in FY08-09. Based on additional information from TSAC, the estimated fiscal impact of this bill is:

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**Increase State Expenditures - \$1,659,600 FY07-08
\$3,260,800 FY08-09**

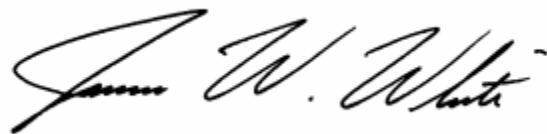
Assumptions:

- An estimated 20 recipients will receive the award at all five medical schools in Tennessee: UT College of Medicine (\$20,222 x 20 = \$404,440); Vanderbilt University School of Medicine (\$18,419 x 20 = \$368,380); ETSU Quillen College of Medicine (\$19,034 x 20 = \$380,680); MeHarry Medical College (\$12,015 x 20 = \$240,300); and LMU DeBusk College of Osteopathic Medicine (\$10,372 x 20 = \$207,440).
- The award at LMU DeBusk College of Osteopathic Medicine, MeHarry Medical College, and Vanderbilt University is based on the average in-state tuition at the UT College of Medicine (\$20,222) and the ETSU Quillen College of Medicine (\$19,034) which is \$19,628 deducted from the tuition costs of each private school.
- The first-year cost is estimated to be \$1,659,560 (\$1,601,240 + \$58,320) which includes administrative expenses for an additional position to administer the new program.
- It is assumed that all students will retain the award and an additional group of second-year awardees will receive the same award amount. The second-year cost is estimated to be \$3,260,800 which includes expenses for the administrative position (\$3,202,480/40 students + \$58,320).

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CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director